

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W-03510A  
Circle City Water Company, L.L.C.  
P.O. Box 82218  
Bakersfield, CA 93380

**ANNUAL REPORT**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2006</b>
-----------	-----------	-------------

FOR COMMISSION USE

<b>ANN04</b>	<b>06</b>
--------------	-----------

Entered  
4-20-07

## COMPANY INFORMATION

**Company Name (Business Name):** Circle City Water Company, L.L.C.

**Mailing Address:** P.O. Box 82218  
(Street)

Bakersfield CA 93380  
(City) (State) (Zip)

800-270-6084 or 661-633-7546 800-748-6981  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address:** customerservice@gswater.com or mistiej@brookeutilities.com

**Local Office Mailing Address:** 1010 S. Stover Rd.

Payson Arizona 85541  
(City) (State) (Zip)

928-978-2591 928-474-1695 602-601-5690  
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

## MANAGEMENT INFORMATION

**Management Contact:** Robert T. Hardcastle  
(Name) Managing Member  
(Title)

P.O. Box 82218 Bakersfield CA 93380  
(Street) (City) (State) (Zip)

661-633-7526 800-748-6981  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address:** rth@brookeutilities.com

**On Site Manager:** Dean Shaffer  
(Name)

1010 S. Stover Rd. Payson AZ 85541  
(Street) (City) (State) (Zip)

928-978-2591 928-474-1695 602-601-5690  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

**Email Address:**

☐ Please mark this box if the above address(es) have changes or are updated since the last filing.

**Statutory Agent:** Robert T. Hardcastle  
(Name)

P.O. Box 82218  
(Street)

Bakersfield  
(City)

CA  
(State)

93380  
(Zip)

661-633-7526

800-748-6981

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** Jay Shapiro with Fennemore Craig  
(Name)

3003 N. Central Ave. Ste. 2600  
(Street)

Phoenix  
(City)

AZ  
(State)

85012  
(Zip)

602-916-5000

602-916-5566

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### **OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☒ Limited Liability Company

☐ Other (Describe)

### **COUNTIES SERVED**

Check the box for the county/ies in which you are certified to provide service:

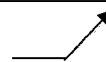
<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input checked="" type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

**COMPANY NAME: CIRCLE CITY WATER LLC**

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	7,928	-	7,928
304	Structures and Improvements	28,011	13,468	14,543
307	Wells and Springs			
311	Pumping Equipment	40,948	17,679	23,269
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	33,133	20,346	12,787
333	Services			
334	Meters and Meter Installations	16,349	5,323	11,026
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	569	71	498
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>126,938</b>	<b>56,887</b>	<b>70,051</b>

This amount goes on the Balance Sheet Acct. No. 108



**COMPANY NAME: CIRCLE CITY WATER LLC**

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization			
302	Franchises			
303	Land and Land Rights	7,928	0.00%	-
304	Structures and Improvements	28,011	4.07%	1,141
307	Wells and Springs			
311	Pumping Equipment	40,948	14.37%	5,886
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	33,133	5.37%	1,778
333	Services			
334	Meters and Meter Installations	16,349	3.77%	617
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	569	4.04%	23
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>126,938</b>	<b>7.44%</b>	<b>9,445</b>

This amount goes on Comparative Statement of Income and Expense  
Acct. No. 403.

**COMPANY NAME: CIRCLE CITY WATER LLC**

**BALANCE SHEET**

<b>Acct. No.</b>	<b>ASSETS</b>	<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash		\$ 64,269
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	1,662	(26)
146	Notes/Receivables from Associated Company	5,000	5,000
151	Plant Materials and Supplies		
162	Prepayments	47,184	41,286
174	Miscellaneous Current and Accrued Assets	891	-
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$ 54,737</b>	<b>\$ 110,529</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 106,524	\$ 126,938
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	(47,442)	(56,887)
121	Not-Utility Property		
122	Accumulated Depreciation - Non Utility		
	<b>TOTAL FIXED ASSETS</b>	<b>\$ 59,082</b>	<b>\$ 70,051</b>
	<b>DEFERRED INCOME TAX DEBITS</b>		
	<b>TOTAL ASSETS</b>	<b>\$ 113,819</b>	<b>\$ 180,580</b>

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**COMPANY NAME: CIRCLE CITY WATER LLC**

**BALANCE SHEET (CONTINUED)**

<b>Acct. No.</b>	<b>LIABILITIES</b>	<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 367	\$ 3,329
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Company	2,506,059	95,657
235	Customer Deposits	3,170	4,863
236	Accrued Taxes	-	310
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		51,750
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ 2,509,596</b>	<b>\$ 155,909</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-term Notes and Bonds	\$ -	\$ -
	<b>Deferred Credits</b>		
251	Unamortized Premium on Debt		
	Refundable Meter Advances	\$ 3,956	\$ 3,220
252	Advances in Aid of Construction	16,750	12,017
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	6,004	6,004
272	Less: Amortization of Contributions	(5,603)	(6,004)
281	Accumulated Deferred Income Taxes		
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$ 21,107</b>	<b>\$ 15,237</b>
	<b>TOTAL LIABILITIES</b>	<b>\$ 2,530,703</b>	<b>\$ 171,146</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued		
211	Paid In Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props & Partnerships)	(2,416,884)	9,434
	<b>TOTAL CAPITAL</b>	<b>\$ (2,416,884)</b>	<b>\$ 9,434</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$ 113,819</b>	<b>\$ 180,580</b>

**COMPANY NAME: CIRCLE CITY WATER LLC**

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$ 64,388	\$ 70,732
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	<b>\$ 64,388</b>	<b>\$ 70,732</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 4,287	\$ 5,973
610	Purchased Water	110,096	104,016
615	Purchased Power	10,542	10,202
618	Chemicals		
620	Repairs & Maintenance		
621	Office Supplies and Expense		
630	Outside Services	49,874	-
635	Water Testing	1,017	1,896
641	Rents	7,302	-
650	Transportation Expenses	-	-
657	Insurance - General Liability	50	51
659	Insurance - Health and Life	956	782
666	Regulatory Commission Expense - Rate Case		19
675	Miscellaneous Expense	17,916	55,448
403	Depreciation Expense	5,713	9,445
408	Taxes Other Than Income	3,894	4,207
408.11	Property Taxes	3,466	2,901
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 215,113</b>	<b>\$ 194,940</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ (150,725)</b>	<b>\$ (124,208)</b>
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$ -	\$ -
421	Non-Utility Income		3,696
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(134)	(170)
	<b>TOTAL OTHER INCOME/EXPENSE</b>	<b>\$ (134)</b>	<b>\$ 3,526</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ (150,859)</b>	<b>\$ (120,682)</b>



**COMPANY NAME: CIRCLE CITY WATER COMPANY, L.L.C.**

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principal	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 3,220.15

Meter Deposits Refunded During the Test Year

\$ 175

**COMPANY NAME: CIRCLE CITY WATER COMPANY, L.L.C.**

**Name of System: Circle City Water System**

**ADEQ Public Water System Number (If applicable): PWS 07-112**

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-625088	5	76	787	8	3	1960

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
None	N/A	N/A

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
10	2	None	None

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
50,000 gallon	1	5,000 gallon	1

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

**COMPANY NAME: CIRCLE CITY WATER COMPANY, L.L.C.**

**Name of System: Circle City Water System      ADEQ Public Water System Number (If applicable): PWS 07-112**

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
1.5	PVC	700
2	ACP	600
3	None	None
4	ACP & PVC	3,050
4	PVC	1171
5	None	None
6	ACP & PVC	8,400
6	PVC	3685
8	PVC	1,000
10	None	None
12	None	None

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	198
3/4	
1	1
1 1/2	1
2	2
Comp 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	
Total	202

**For the following three items, list the utility owned assets in each category.**

**TREATMENT EQUIPMENT:**

None \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**STRUCTURES:**

1- panel with tin roof, welded steel construction with two 6" cemented legs \_\_\_\_\_  
1 - 7' x 7' concrete well slab \_\_\_\_\_  
\_\_\_\_\_

**OTHER:**

\_\_\_\_\_  
\_\_\_\_\_

*Note: If you are filing for more than one system, please provide separate sheets for each system.*

<b>COMPANY NAME: CIRCLE CITY WATER COMPANY, L.L.C.</b>	
<b>Name of System: Circle City Water System</b>	<b>ADEQ Public Water System Number (If applicable): PWS 07-112</b>

## **WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006**

<b>MONTH</b>	<b>NUMBER OF CUSTOMERS</b>	<b>GALLONS SOLD (Thousands)</b>	<b>GALLONS PUMPED (Thousands)</b>	<b>GALLONS PURCHASED (Thousands)</b>
<b>JANUARY</b>	181	1,554	2,180	0
<b>FEBRUARY</b>	180	1,199	1,515	0
<b>MARCH</b>	181	1,313	1,790	0
<b>APRIL</b>	181	1,535	905	0
<b>MAY</b>	180	1,535	905	0
<b>JUNE</b>	183	1,831	2,026	0
<b>JULY</b>	183	2,522	2,743	0
<b>AUGUST</b>	184	2,261	2,504	0
<b>SEPTEMBER</b>	182	2,092	1,959	0
<b>OCTOBER</b>	186	1,450	1,959	0
<b>NOVEMBER</b>	185	1,450	1,887	0
<b>DECEMBER</b>	186	1,372	1,387	0
<b>TOTAL</b>		<b>20,115</b>	<b>21,760</b>	<b>0</b>

**What is the level of arsenic for each well on your system?** 0.0030 **Mg/l**  
*(If more than one well, please list each separately.)*

**If system has fire hydrants, what is the fire flow requirement?** N/A **GPM for** N/A **hrs**

**If system has chlorination treatment, does this treatment system chlorinate continuously?**

☐ **Yes**                      ☒ **No**

**Is the Water Utility located in an ADWR Active Management Area (AMA)?**

☒ **Yes**                      ☐ **No**

**Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?**

☐ **Yes**                      ☒ **No**

**If yes, provide the GPCPD amount:** \_\_\_\_\_

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

**COMPANY NAME: CIRCLE CITY WATER COMPANY, L.L.C.**

**YEAR ENDING 12/31/2006**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 2,901.36

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

---

---

---

---

---

07790

Circle City Meter Company, L.L.C.

8102

MARICOPA COUNTY TREASURER

Sep 28 06

640075067 15 Sep 28 06

2,901.36

0.00

2,901.36

NOT NEGOTIABLE

2,901.36

0.00

2,901.36

Circle City Meter Company, L.L.C.  
P.O. Box 82219  
Bakersfield, CA 93396-2219

07790

WELLS FARGO BANK, N.A.

CHECK NO.

11-24  
1210(8)

\*\*\*\*\* Two Thousand Nine Hundred One and 36/100 \*\*\*\*\*

DATE

AMOUNT

Sep 28 06

\$2,901.36

MARICOPA COUNTY TREASURER  
PO BOX 82133  
PHOENIX, AZ 85072

PAY  
TO THE  
ORDER  
OF

NOT NEGOTIABLE

⑈007790⑈ ⑆121000245⑆121051886⑈

**VERIFICATION  
AND  
SWORN STATEMENT**  
Taxes

**VERIFICATION**

**STATE OF California**

**I, THE UNDERSIGNED  
OF THE**

COUNTY OF (COUNTY NAME)
<b>Kern</b>
NAME (OWNER OR OFFICIAL) TITLE
<b>Robert T. Hardcastle</b>
COMPANY NAME
<b>CIRCLE CITY WATER COMPANY, L.L.C.</b>

**DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE  
ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<b>12</b>	<b>31</b>	<b>2006</b>

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS,  
PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY  
EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND  
CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE  
PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY  
MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE,  
INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT  
AND PAID IN FULL.**

**I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND  
PAID IN FULL.**

SIGNATURE OF OWNER OR OFFICIAL

(661) 633-7526

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

**DAY OF**

MONTH

**20**

**(SEAL)**

SIGNATURE OF NOTARY PUBLIC

**MY COMMISSION EXPIRES**

**COMPANY NAME:** CIRCLE CITY WATER COMPANY, L.L.C

**YEAR ENDING** 12/31/2006

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	\$	0
Estimated or Actual Federal Tax Liability	\$	0

State Taxable Income Reported	\$	0
Estimated or Actual State Tax Liability	\$	0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	\$	<u>12,107.46</u>
Amount of Gross-Up Tax Collected	\$	<u>0</u>
Total Grossed-Up Contributions/Advances	\$	<u>12,107.46</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
\_\_\_\_\_  
**SIGNATURE**

4-15-07  
\_\_\_\_\_  
**DATE**

Robert T. Hardcastle  
\_\_\_\_\_  
**PRINTED NAME**

President  
\_\_\_\_\_  
**TITLE**



**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**VERIFICATION**

STATE OF California

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <b>Kern</b>
NAME (OWNER OR OFFICIAL) TITLE <b>Robert T. Hardcastle</b>
COMPANY NAME: CIRCLE CITY WATER COMPANY, L.L.C. <b>CIRCLE CITY WATER COMPANY, L.L.C.</b>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2006

**HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.**

**SWORN STATEMENT**

**IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:**

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 70,731.71

**(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 4,207.04  
IN SALES TAXES BILLED, OR COLLECTED)**

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**



**DAY OF**

SIGNATURE OF OWNER OR OFFICIAL (661) 633-7526 TELEPHONE NUMBER	
MONTH	20__

**(SEAL)**

**MY COMMISSION EXPIRES** \_\_\_\_\_

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

**\$ 70,731.71**

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 4,207.04  
IN SALES TAXES BILLED, OR COLLECTED)

**\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.**

SIGNATURE OF OWNER OR OFFICIAL

661-633-7526

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

DAY OF

**(SEAL)**

**MY COMMISSION EXPIRES**

NOTARY PUBLIC NAME

COUNTY NAME

MONTH

.20

X

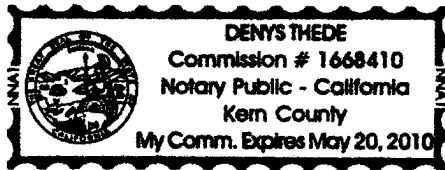
SIGNATURE OF NOTARY PUBLIC

# Jurat

State of California

County of Kern

Subscribed and sworn to (or affirmed) before me on this 16<sup>th</sup> day of April, 2007, by Robert T. Hardcastle personally known to me or proved to me on the basis of satisfactory evidence to be the person who appeared before me.



A handwritten signature in dark ink, appearing to read "Robert T. Hardcastle", written over a horizontal line.